

TO Honorable Mayor & Members
Board of County Commissioners

DATE June 5, 1984

FROM M. R. Stierheim
County Manager

SUBJECT Investment and Reinvestment
of Surplus County Funds

M. R. Stierheim

84 47.1

The attached agenda item ratifies R-1658-83 which was approved by the Board on December 20, 1983 (also attached). State law necessitates the passage of an ordinance in lieu of a resolution. This item accomplishes the above.

Attachments

A

ORDINANCE NO. 84 474

ORDINANCE AUTHORIZING THE COUNTY MANAGER TO INVEST AND REINVEST ANY SURPLUS COUNTY FUNDS THAT ARE IN THE CONTROL OR POSSESSION OF THE BOARD OF COUNTY COMMISSIONERS AND AUTHORIZING TYPES OF INVESTMENTS THAT MAY BE PURCHASED WITH THESE FUNDS; PROVIDING SEVERABILITY, EXCLUSION FROM THE CODE, AND EFFECTIVE DATE

WHEREAS, this Board on December 20, 1983 adopted Resolution No. R-1658-83 which authorized the County Manager to invest and reinvest any surplus county funds that are in the control or possession of the Board of County Commissioners and authorized specific types of investments that may be purchased with these funds; all for the purposes outlined in the cover memorandum from the County Manager and attached to said Resolution; and

WHEREAS, a copy of the above-described Resolution No. R-1658-83 and cover memorandum are attached hereto and incorporated herein by reference; and

WHEREAS, it is now necessary to ratify said resolution and authorize the County Manager to invest and reinvest any surplus County funds that are in the possession or control of the Board of County Commissioners in any or all of the types of investments that are reflected in the accompanying memorandum.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF COUNTY COMMISSIONERS OF DADE COUNTY, FLORIDA:

Section 1. Resolution No. R-1658-83 is hereby ratified.

Section 2. The County Manager is hereby authorized to invest and reinvest any surplus County funds that are in the possession or control of the Board of County Commissioners in any or all of the types of investments that are reflected in the accompanying memorandum.

Section 3. If any section, subsection, clause or provision of this ordinance is held invalid, the remainder of this ordinance shall not be affected by such invalidity.

Section 4. It is the intention of the Board of County Commissioners, and it is hereby ordained that the provisions of this ordinance shall be excluded from the Code of Metropolitan Dade County, Florida.

Section 5. This ordinance shall become effective ten (10) days after the date of its enactment.

PASSED AND ADOPTED: JUN 5 1984

Approved by County Attorney as to form and legal sufficiency: [Signature]

Prepared by: 7.7

TO Honorable Mayor and Members
Board of County Commissioners

DATE December 20, 1983

SUBJECT Resolution Permitting the
Purchase and Sale of Certain
Types of Investments with
Surplus County Funds

FROM M. R. Streheim
County Manager



1658-83

RECOMMENDATION

It is recommended that the Board of County Commissioners approve the attached Resolution permitting the County to purchase and sell the following types of investments which can be made with surplus County Funds as provided by Chapter 125.31 (1), Florida Statutes.

- *(a) The Local Government Surplus Fund Trust Fund;
- b) Negotiable direct obligations of, or obligations of the principal and interest of which are unconditionally guaranteed by, the United States Government at the then prevailing market price for such securities;
- c) Interest-bearing time deposits or savings accounts in banks organized under the laws of the United States and doing business and situated in this state, in savings and loan associations which are under state supervision, provided that any such deposits are secured by collateral as may be prescribed by law; or
- d) Obligations of the Federal Farm Credit Banks, Federal Home Loan Mortgage Corporation, or Federal Home Loan Bank or its district banks, including Federal Home Loan Mortgage Corporation participation certificates, or obligations guaranteed by the Government National Mortgage Association.
- e) Obligations of the Federal National Mortgage Association.
- f) Commercial paper of prime quality of the highest letter and numerical rating as provided for by at least one nationally recognized rating service.
- g) Time drafts and Bills of Exchange, commonly known as Bankers Acceptances, which are drawn on and accepted by Commercial banks and which are eligible for purchase by the Federal Reserve Bank.
- h) Investments in Repurchase Agreements of any securities authorized by this Resolution.

BACKGROUND

In January, 1983 the Board, as part of its annual Legislative Program, endorsed the request of the County's Legislative Delegation to expand the types of investments permitted for purchase with County surplus funds.

Their successful efforts resulted in the passage of House Bill 1056 by the State Legislature. Signed by the Governor, the bill became effective October 1, 1983.

Chapter 125.31 (1), Florida Statutes, has been amended to read, "Unless otherwise authorized by law or by Ordinance, the Board of County Commissioners shall, by Resolution to be adopted from time to time, invest and reinvest any surplus funds in their control or possession"

The approval of this Resolution will enable the County to expand the types of investments that are legally permitted and increase the potential return on investment without incurring any significant increase in risk.

Interest earned on investment is a major source of non-ad valorem revenue to the County, amounting to more than \$87 million for the fiscal year ended September 30, 1983.

The Finance Committee, at its meeting of December 5, 1983, recommended approval of this Resolution.

RESOLUTION NO. 1658-83

RESOLUTION AUTHORIZING THE COUNTY MANAGER
TO INVEST AND REINVEST ANY SURPLUS COUNTY
FUNDS THAT ARE IN THE CONTROL OR POSSESSION
OF THE BOARD OF COUNTY COMMISSIONERS AND
AUTHORIZING SPECIFIC TYPES OF INVESTMENTS
THAT MAY BE PURCHASED WITH THESE FUNDS

WHEREAS, this Board desires to accomplish the purposes outlined
in the accompanying memorandum, a copy of which is incorporated
herein by reference,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY
COMMISSIONERS OF DADE COUNTY, FLORIDA, that this Board authorizes
the County Manager to invest and reinvest any surplus County funds
that are in the possession or control of the Board of County
Commissioners in any or all of the specific types of investments
that are reflected in the accompanying memorandum.

The foregoing resolution was offered by Commissioner
, who moved its adoption. The
motion was seconded by Commissioner
and upon being put to a vote, the vote was as follows:

Barbara M. Carey
Clara Oesterle
Beverly B. Phillips
James F. Redford, Jr.
Harvey Ruvin
Barry D. Schreiber
Ruth Shack
Jorge E. Valdes
Stephen P. Clark

The Mayor thereupon declared the resolution duly passed and
adopted this 20th day of December, 1983.

DADE COUNTY, FLORIDA
BY ITS BOARD OF
COUNTY COMMISSIONERS

RICHARD P. BRINKER, CLERK

Approved by County Attorney to
form and legal sufficiency. Wick

By: _____
Deputy Clerk

ENROLLED

By Committee on Community Affairs and Representative Logan

This public document was promulgated at an average cost of 1.6 cents per single page for the information of members of the Legislature and the public.

1 A bill to be entitled
2 An act relating to investment of surplus county
3 funds; amending s. 125.31(1), Florida Statutes;
4 increasing the authority of county
5 commissioners to invest surplus funds;
6 providing an effective date.
7
8 Be It Enacted by the Legislature of the State of Florida:
9
10 Section 1. Subsection (1) of section 125.31, Florida
11 Statutes, is amended to read:
12 125.31 Investment of surplus public funds;
13 regulations.--
14 ~~(1) The board of county commissioners authorized. Except when another~~
15 ~~procedure is prescribed by law or by ordinance as to~~
16 ~~particular funds, the board of county commissioners shall, by~~
17 ~~resolution to be adopted from time to time, invest and~~
18 ~~reinvest any surplus public funds in their control or~~
19 ~~possession in:~~
20 (a) The Local Government Surplus Funds Trust Fund;
21 (b) Negotiable direct obligations of, or obligations
22 the principal and interest of which are unconditionally
23 guaranteed by, the United States Government at the then
24 prevailing market price for such securities;
25 (c) Interest-bearing time deposits or savings accounts
26 in banks organized under the laws of this state, in national
27 banks organized under the laws of the United States and doing
28 business and situated in this state, in savings and loan
29 associations which are under state supervision, or in federal
30 savings and loan associations located in this state and
31 organized under federal law and federal supervision, provided

CODING: Words in ~~small~~ ~~capital~~ ~~case~~ ~~and~~ ~~differences~~ ~~from~~ ~~section~~ ~~15~~ ~~and~~ ~~...~~ ~~...~~ ~~...~~

1	that any such deposits are secured by collateral as may be	1.26
	prescribed by law; or	
	(d) Obligations of the Federal Farm Credit Banks,	1.27
2	Federal Home Loan Mortgage Corporation, or Federal Home Loan	1.28
3	Bank or its district banks, including Federal Home Loan	
4	Mortgage Corporation participation certificates, or	1.29
5	obligations guaranteed by the Government National Mortgage	
6	Association.	1.30
7	Section 2. This act shall take effect October 1, 1983.	1.31
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STATE OF FLORIDA)
COUNTY OF DADE)

I, RICHARD P. BRINKER, Clerk of the Circuit Court in and for Dade County, Florida, and Ex-Officio Clerk of the Board of County Commissioners of said County, DO HEREBY CERTIFY that the above and foregoing is a true and correct copy of ORDINANCE OR SECTION (s) of CODE of Dade County, Florida, as appears of record.

1. ORDINANCE NO. 84-47, adopted by the said Board of County Commissioners at its meeting held on June 5, 1984.

The effective date of this ORDINANCE is:

Ten (10) days after the date of its enactment.

2. SECTION(s) of CODE of Dade County, Florida.

SAID SECTION(s) are/were in full force and effect as of:

IN WITNESS WHEREOF, I have hereunto set my hand and official seal
on this 24th day of December A.D. 19 85.

RICHARD P. BRINKER, Ex-Officio Clerk
Board of County Commissioners
Dade County, Florida

By

Kimberly Boykin
Deputy Clerk

SEAL



BOARD OF COUNTY COMMISSIONERS
DADE COUNTY, FLORIDA